



# NAFA Government Securities Liquid Fund (NGSLF)

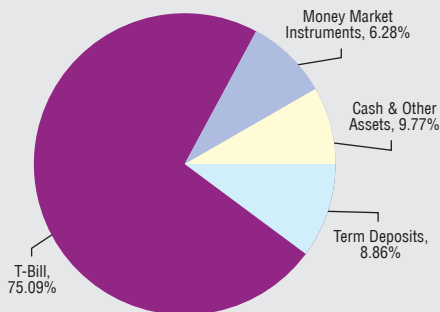
Unit Price (31/01/2010): Rs. 10.3549

January 2010

Investment Objective	Performance					
	Performance (%)*	May - Jun 2009	Jul - Sep 2009	Oct - Dec 2009	January 2010	Since Launch May 16, 2009
To generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term Government Securities	<b>NAFA Government Securities Liquid Fund</b>	<b>11.88%</b>	<b>10.25%</b>	<b>10.85%</b>	<b>10.65%</b>	<b>10.79%</b>
	<b>Benchmark</b>	12.58%	11.41%	11.34%	11.26%	11.57%
	* Represents Annualized Return (Returns are net of management fee & all other expenses)					

General Information	Fund Manager's Commentary
<p>Launch Date: May 16, 2009            Fund Size: Rs. 4,513 million            Type: Open-end – Money Market Fund            Dealing Days: Daily – Monday to Friday            Settlement: 2-3 business days            Pricing Mechanism: Forward Pricing            Load: No entry or exit load            Management Fee: 1.5% per annum            Risk Profile: Very Low            Fund Stability Rating: "AA+(f)" by PACRA</p>	<p>The Fund earned an annualized return of 10.65% during the month. The annualized return earned during the previous month was 10.76%. Average T-bill rates have eased from 12.13% in December to 11.97% in January. The unit price of NGSLF has not declined on any day since the launch of the Fund in May, 2009. This is an indicator of the stability and safety of your Fund based on its investment policy of investing only in short-term Govt. T-Bills and AA and above rated banks.</p>
<p>Listing: Lahore Stock Exchange            Custodian &amp; Trustee: Central Depository Company (CDC)            Auditors: A. F. Ferguson &amp; Co. Chartered Accountants            Benchmark: 70% 3-Month T-Bills and 30% average 3-Month deposit rates (AA and above rated banks)            Fund Manager: Ahmad Nouman, CFA            Minimum Subscription: Growth Unit: Rs. 10,000/-              Income Unit: Rs. 100,000/-            Asset Manager Rating: AM2-</p>	

Asset Allocation (as on 31st January 2010)



Credit split of Fund's Assets is as follows:

Rating	% Allocation (January)	% Allocation (December)
AAA	75.10%	73.0%
AA+	4.74%	6.3%
AA	19.67%	19.5%
Accrued, deferred & unrealized sales	0.49%	1.2%

Leverage: (Amount of leveraging / borrowing done by the Fund.)	Nil
Name of the members of Investment Committee:	Dr. Amjad Waheed, CFA Irfan Malik, CFA Ahmad Nouman, CFA Sajjad Anwar, CFA Tanvir Abid, CFA

In the last T-Bill auction held on January 28, 2010, the cut-off rates for 3-Months and 6-Months were 11.87% and 11.98%, respectively. Compared to the previous auction of December 2009, 3-Month and 6-Month cut-off rates declined by 18 bps and 11 bps respectively. Going forward the return of your fund is expected to remain fairly stable.

**Disclaimer:** This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell the fund. All investments in mutual funds are subject to market risks. The price of units may go up as well as down. Past performance is not necessarily indicative of future results.